

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R STYLER Executive Director JOHN R BAZA
Division Director

Inspection Report Minerals Regulatory Program Date: March 15, 2009

Reviewed.

Mine Name: White King/ Dumpy Placer

Operator Name: 3MRC Inc.

Inspection Date: 10-29-2008

Inspector(s): L Heppler

Other Participants: none

Permit Number: S/045/0045

Inspection Date: 10-29-2008

Time: 2:00 PM

Mine Status: ACT

Elements of Inspection	Evaluated	Comment	Enforcement
 Permits, Revisions, Transfer, Bonds Public Safety (shafts, adits, trash, signs, highwalls) Protection of Drainages / Erosion Control Deleterious Material Roads (maintenance, surfacing, dust control, safety) Reclamation Backfilling/Grading (trenches, pits, roads, highwalls, shafts, Soils 			
9 Revegetation	$\overline{\boxtimes}$		

Bond Renewal Date: Bond not yet posted. Bond Amount: \$0 Permit fee is due

Purpose of Inspection: Routine annual inspection

Inspection Summary: No new disturbance, no topsoil stockpiled, no revegetation.

Photos were taken to document site conditions. 3 Photos create panoramic view of disturbance

Conclusions and Recommendations: Bond needs to be posted. See attached letters written May 8, 2007 and February 22, 2007. Action is needed within 30 days, by July 31, 2009. OGM to continue annual inspections and monitor the site when in the area.

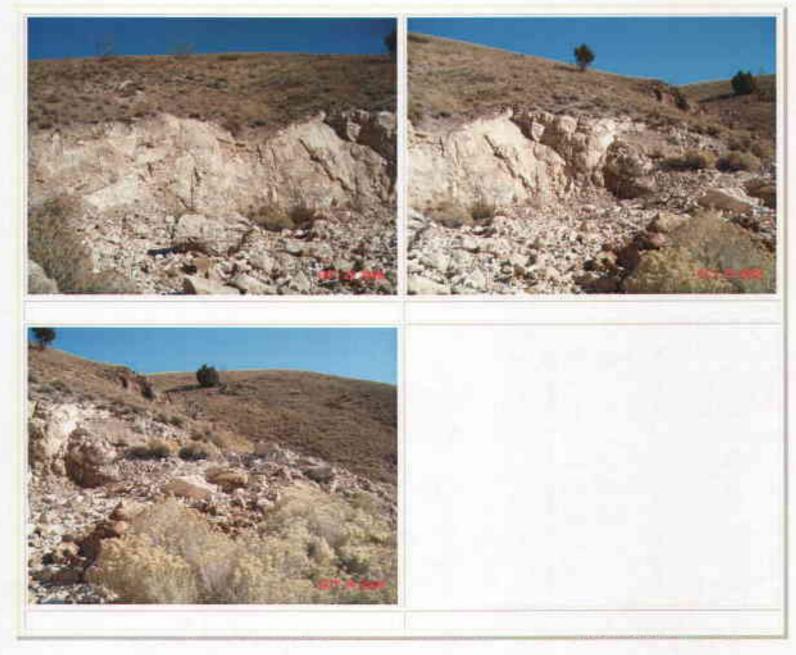
Inspector's Signature

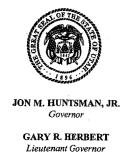
LAH vs

cc: Gail Schmardebeck

BLM - Larry Garahana@blm.gov Stephent Aller John Siv

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State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

May 8, 2007

Gail Schmardebeck 3MRC, Inc. 1750 East 400 North St. Anthony, ID 83445

Subject:

Delinquent Permit Fee & Requirement to Post Reclamation Surety, 3MRC, Inc., White

King/Dumpy Placer, S0450045, Tooele County, Utah

Dear Mr. Schmardebeck:

This letter is in response to your March 30, 2007 letter, wherein you requested additional time to deal with your mining permit. As per your request we have postponed taking any action for over a month, however it is now time to comply with the Utah Mined Land Reclamation Act. Rule R647-3-101.5.12 requires the payment of permit fees by the last Friday in July. The permit fees in the amount of \$150 for the White King/Dumpy Placer mine are delinquent (due July 2006) and must be paid in order to maintain your permit.

Further, you have been previously notified of the requirement to post a reclamation surety for the above referenced mine site. We have no record that you have completed this requirement either. Please contact us immediately in order to make arrangements for getting a reclamation surety in place. If we have not received the permit fee and reclamation surety within the next 30 days your permit will be withdrawn and you will be ordered to complete reclamation of any disturbance associated with the mine.

Please contact Tom Munson at (801) 538-5321 or Beth Ericksen at (801) 538-5318 and work with us as soon as possible to correct this situation. As with any Division decision, you have the opportunity to appeal for a hearing before the Board of Oil Gas & Mining.



Page 2 Gail Schmardebeck S0450045 May 8, 2007

If you have any questions, please call me at (801) 538-5325.

Sincerely,

Daron R. Haddock Permit Supervisor

2 Haddock

DRH/pb

Cc: Tom Munson Beth Ericksen

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